TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 393 - HB 367

March 17, 2013

SUMMARY OF BILL: Authorizes the sale of asphalt produced at a facility operated by any county to be sold to any municipality or other county department or entity within the county. Requires counties operating asphalt facilities to maintain a list of individuals or entities who purchase such asphalt products from the county.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – A recurring decrease in local government expenditures (for municipalities) and a recurring increase in local government revenue (for counties). The extent of such impact is dependent upon several unknown factors and cannot be quantified.

Assumptions:

- According to County Technical Assistance Service (CTAS) and Municipal Technical Advisory Service (MTAS), this bill will allow municipalities and other county entities within the county to purchase asphalt at lower rates while allowing the county-operated asphalt facility to sell more asphalt.
- Due to multiple unknown variables, including but not limited to, how many counties currently operate asphalt facilities, the rate such facilities will charge intra-county entities for asphalt, and the rate such entities would have otherwise been charged for asphalt products provided by another asphalt facility, the precise decrease in municipal expenditures and the increase in county revenue cannot be determined.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Lucian D. Geise, Executive Director

/jrh